1 Short Title: Modernize Partition Laws.

2	A BILL TO BE EN	TITLED		
3	AN ACT TO MODERNIZE THE STATUTES ON P.	ARTITION OF PROPERTY.		
4	The General Assembly of North Carolina enacts:			
5 6 7 8 9	[Staff Note: This draft does not include the necessary General Statutes; these amendments will be added in SECTION 1.(a) [Staff Note: Instruction	a later draft.]		
10	General Statutes and to recodify the provisions of Cha	apter 46 into the new chapter will be added		
11	in a later draft. Below is the structure of the propose	ed new chapter and a recodification table		
12	that shows how the provisions of Chapter 46 will be r	ecodified.]		
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16	Structure of Proposed New Chap	oter and Recodification Table		
17				
18	The proposed new Chapter 46A of the General	l Statutes is entitled "Partition" and has the		
19	following structure:			
20	Article 1. General Provisions.			
21	Article 2. Partition of Real Prop			
22	Part 1. General Provisions.			
23	Part 2. Actual Partition.			
24	Part 3. Partition Sale.			
25	Article 3. Partition of Personal	Property.		
26		D 1'C' 1 C C C .'		
27	Former G.S. Section:	Recodified G.S. Section:		
28	<b>Article 1:</b> G.S. 46-1	Article 1:		
29	G.S. 40-1			
30		Article 2:		
31	G.S. 46-2	Part 1:		
32 33	G.S. 40-2	Article 1:		
33 34	G.S. 46-2.1			
35	0.3. 40-2.1	Article 2:		
36		Part 1:		
30 37	G.S. 46-3			
38	G.S. 46-3.1			
39	G.S. 46-4			
40	G.S. 46-5			
41	G.S. 46-6			
42	G.D. 70 U	Part 2:		
43	G.S. 46-7			
44	G.S. 46-7.1	` '		
45	G.S. 46-8	` '		
46	G.S. 46-9	` /		
.0	0.5. 10 /			

1	G.S. 46-10	G.S. 46A-51(a)
2	G.S. 46-11	G.S. 46A-51(b)
3	G.S. 46-12	G.S. 46A-51(c)
4	G.S. 46-13	G.S. 46A-52
5		Part 1:
6	G.S. 46-14	G.S. 46A-22
7	G.S. 46-16	
8		Part 2:
9	G.S. 46-17	
10	G.S. 46-17.1	` /
11	G.S. 46-18	
12	G.S. 46-19	× /
13	G.S. 46-20	
14	G.S. 46-21	
15		Part 1:
16	G.S. 46-22	
17	0.5. 40-22	Part 3:
18	G.S. 46-22.1	
19	G.S. 46-23	
20	G.S. 46-24	
21	G.S. 46-25	
22	G.S. 46-26	
23	G.S. 46-27	
24	G.S. 46-28(a), (b)	
25	G.S. 46-28(c)	
26		G.S. 46A-83(a), (c), (d), (e), (f)
27	G.S. 46-28.1(d1)	
28	G.S. 46-28.1(f)	· ·
29	G.S. 46-28.2	G.S. 46A-85(b)
30	G.S. 46-30	G.S. 46A-85(c)
31	G.S. 46-31	G.S. 46A-75(c)
32	G.S. 46-33	G.S. 46A-85(d)
33	G.S. 46-34	G.S. 46A-86
34	Article 4:	Article 3:
35	G.S. 46-42	G.S. 46A-100
36	G.S. 46-43	G.S. 46A-101(b)
37	G.S. 46-43.1	G.S. 46A-101(c)
38	G.S. 46-44	G.S. 46A-102
39		
40	************	***********
41		
42	<b>SECTION 1.(b)</b> Chapter 46A of the G	eneral Statutes, as created by subsection (a)
43	of this section, reads as rewritten:	
44	"Chapter 4	16A.
45	"Partitio	n.
46	"Article	1.

1			"General Provisions.
2	"§ 46A-1	. Parti	tion is a special proceeding.
3	Partit	ion und	er this Chapter shall be by special proceeding, and the procedure shall be the
4	same in a	<del>ll respe</del>	cts as prescribed by law in special proceedings, except as modified herein.
5	A par	tition o	f property under this Chapter is a special proceeding, and, except as modified in
6	this Chap	ter, its j	procedure is provided in Subchapter XII of Chapter 1 of the General Statutes.
7	"§ 46A-2	. <del>Sum</del> r	mons.Summons; notice included in petition.
8	(a)	In par	rtition proceedings initiated under this Chapter, the period of time for answering
9	a summo	ns is pro	ovided in G.S. 1-394.
10	(b)	Writt	en notice shall be included in the petition The petition shall include written
11	notice in	a mann	er reasonably calculated to make the respondent aware of the following:
12		(1)	That the respondent has the right to seek the advice of an attorney and that
13			free legal services may be available to the respondent by contacting Legal Aid
14			of North Carolina or other legal services organizations.
15		(2)	That pursuant to G.S. 6-21 the court has the authority, in its discretion, to order
16			reasonable attorneys' fees to be paid as a part of the costs of the proceeding.
17			That pursuant to G.S. 46A-3, the court may order reasonable attorneys' fees to
18			be paid as a part of the costs of the proceeding.
19	" <u>§ 46A-3</u>	. Attor	rneys' fees.
20	<u>(a)</u>	In pro	oceedings to partition property under this Chapter, the court shall allocate among
21	all the cot	enants	of the property those reasonable attorneys' fees incurred for the common benefit
22	of all the	cotenai	nts, unless a cotenant shows that doing so would be inequitable. The allocation
23	shall be a	ccordin	g to each cotenant's interest in the property.
24	<u>(b)</u>	The a	ttorneys' fees described in subsection (a) of this section do not include attorneys'
25	fees incu	rred in	disputing [(i)] which method of partition the court should order [or (ii) the

1	division of the proceeds of a partition sale.] Reasonable attorneys' fees incurred by a cotenant in
2	disputing [an issue described in this subsection] shall be allocated by the court among those
3	cotenants determined by the court to be aligned with the cotenant on that issue. The allocation
4	shall be according to each aligned cotenant's interest in the property relative to the total interest
5	of all the aligned cotenants in the property.
6	[(c) The court has discretion to allocate among the parties reasonable attorneys' fees that
7	are not described in subsections (a) or (b) of this section.]
8	"Article 2.
9	"Partition of Real Property.
10	"Part 1.
11	"General Provisions.
12	"§ 46A-20. Venue in partition.
13	The proceeding for partition, actual or by sale, must be instituted in the county where the land
14	or some part thereof lies. If the land to be partitioned consists of one tract lying in more than one
15	county, or consists of several tracts lying in different counties, proceedings may be instituted in
16	either of the counties in which a part of the land is situated, and the court of such county wherein
17	the proceedings for partition are first brought shall have jurisdiction to proceed to a final
18	disposition of said proceedings, to the same extent as if all of said land was situate in the county
19	where the proceedings were instituted.
20	A proceeding to partition real property shall be commenced in the county where the property
21	is located. If the property, whether consisting of one or more tracts, is located in more than one
22	county, the proceeding may be commenced in any of the counties where any part of the property
23	is located; in this case, the petitioner shall file a notice of lis pendens in each of the other counties.
24	"§ 46A-21. Petition by cotenant or personal representative of eotenant.cotenant; necessary
25	and proper parties; no requirement to serve or join spouses of cotenants.

One or more persons claiming real estate as joint tenants or tenants in common or the personal
representative of a decedent joint tenant, or tenant in common, when sale of such decedent's real
property to make assets is alleged and shown as required by G.S. 28A-17-3, may have partition
by petition to the superior court.
(a) Any person claiming real property as a tenant in common or joint tenant may petition
to partition the property in superior court. The personal representative of a deceased tenant in
common or deceased joint tenant may also petition to partition the property as part of a petition
to sell the deceased cotenant's interest for the payment of debts and other claims against the
deceased cotenant's estate as provided in G.S. 28A-17-3.
(b) The petitioner shall serve and join all tenants in common, joint tenants, of the
property. The petitioner may serve and join any other person with an interest in the property[,
any lessee of the property, and any holder of a lien, mortgage, or deed of trust on the property.
(c) The petitioner is not required to serve or join spouses of cotenants of the real property
unless the spouse is also a cotenant.
"§ 46A-22. Judgments in partition of remainders binding on parties thereto. Effect of
judgments partitioning real property subject to a contingent future interest.
Where land is conveyed by deed, or devised by will, upon contingent remainder, executory
devise, or other limitation, any judgment of partition rendered in an action or special proceeding
in the superior court authorizing a division or partition of said lands, and to which the life tenant
or tenants, and all other persons then in being, or not in being, take such land as if the contingency
had then happened, are parties, and those unborn being duly represented by guardian ad litem,
such judgment of partition authorizing division or partition of said lands among the respective
tenants and remaindermen or executory devisees, will be valid and binding upon all parties
thereto and upon all other persons not then in being.

1	When real pr	roperty	is subject to a contingent future interest, any judgment partitioning the
2	property is valid	and bin	nding upon all persons having an interest in the property, whether or not
3	in being, if all of	the fol	lowing requirements are met:
4	<u>(1)</u>	The f	following persons are parties:
5		<u>a.</u>	Persons with a present interest or a vested future interest.
6		<u>b.</u>	Persons in being with a contingent future interest and that would have
7			a present interest if the contingency had occurred at the time the
8			proceeding was commenced.
9		<u>c.</u>	Persons not in being with a contingent future interest.
10	<u>(2)</u>	The 1	following parties are represented by a guardian ad litem appointed under
11		G.S.	1A-1, Rule 17:
12		<u>a.</u>	<u>Unborn individuals.</u>
13		<u>b.</u>	Parties not in being.
14		<u>c.</u>	Parties who are minors or incompetent adults and who do not have a
15			guardian of the estate or general guardian.
16		<u>d.</u>	Unknown or unlocatable parties.
17	"§ 46A-23. Peti	tion by	judgment creditor of <del>cotenant; assignment of homestead.</del> <u>cotenant.</u>
18	When any pe	erson o	wns a judgment duly docketed in the superior court of a county wherein
19	the judgment de	<del>btor ov</del>	vns an undivided interest in fee in land as a tenant in common, or joint
20	tenant, and the ju	ıdgmer	nt creditor desires to lay off the homestead of the judgment debtor in the
21	land and sell the	<del>excess,</del>	if any, to satisfy his judgment, the judgment creditor may institute before
22	the clerk of the c	ourt of	the county wherein the land lies a special proceeding for partition of the
23	land between the	<del>tenant</del>	s in common, making the judgment debtor, the other tenants in common
24	and all other into	erested	persons parties to the proceeding by summons. The proceeding shall then
25	be in all other re	spects (	conducted as other special proceedings for the partition of land between

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tenants in common. Upon the actual partition of the land the judgment creditor may sue out execution on his judgment, as allowed by law, and have the homestead of the judgment debtor allotted to him and sell the excess, as in other cases where the homestead is allotted under execution. The remedy provided for in this section shall not deprive the judgment creditor of any other remedy in law or in equity which he may have for the enforcement of his judgment lien. If a judgment debtor has a personal liability on a judgment docketed in the superior (a) court of a county where the judgment debtor owns real property as a tenant in common or joint tenant, the judgment creditor may petition for an actual partition of the property. If the court apportions a share of the property to the judgment debtor, the judgment creditor may seek to execute the judgment against the judgment debtor's share by (i) setting aside the judgment debtor's homestead in the share, as determined according to Article X of the North Carolina Constitution and Article 16 of Chapter 1C of the General Statutes, and (ii) selling the remaining part of the share. The remedy provided in this section does not deprive a judgment creditor of any other (b) remedy in law or equity to enforce a judgment lien. "§ 46A-24. Surface and minerals oil, gas, or mineral interests in separate owners; partitions distinct. When the title to the mineral interests in any land has become separated from the surface in ownership, the tenants in common or joint tenants of such mineral interests may have partition of the same, distinct from the surface, and without joining as parties the owner or owners of the surface; and the tenants in common or joint tenants of the surface may have partition of the same, in manner provided by law, distinct from the mineral interest and without joining as parties the owner or owners of the mineral interest. In all instances where the mineral interests and surface interest have thus become separated in ownership, the owner or owners of the mineral interests

shall not be compelled to join in a partition of the surface interests, nor shall the owner or owners

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- 1 of the surface interest be compelled to join in a partition of the mineral interest, nor shall the
- 2 rights of either owner be prejudiced by a partition of the other interests.
- 3 When title to the oil, gas, or mineral interests in real property has been separated in ownership 4 from the title to the surface of the property, a tenant in common or joint tenant of the oil, gas, or 5 mineral interests may partition the oil, gas, or mineral interests, distinct from the surface, without ioining the owner of the surface. Similarly, a tenant in common or joint tenant of the surface of 6 7 the property may partition the surface, distinct from the oil, gas, or mineral interests, without 8 joining the owner of the oil, gas, or mineral interests. An owner of the oil, gas, or mineral interests 9 is not required to join a partition of the surface of the property, and an owner of the surface of 10 the property is not required to join a partition of the oil, gas, or mineral interests. The rights of 11 either owner shall not be prejudiced by a partition of the other interests.
- 12 "§ 46A-25. Unknown or unlocatable parties; summons, notice, and representation.
  - (a) If, upon the filing of a petition for partition, it be made to appear to the court by affidavit or otherwise that there are any persons interested in the premises whose names are unknown to and cannot after due diligence be ascertained by the petitioner, the court shall order notices to be given to all such persons by a publication of the petition, or of the substance thereof, with the order of the court thereon, in one or more newspapers to be designated in the order. If, at the time of or subsequent to the filing of the petition, the petitioner shows by affidavit or otherwise that the petitioner cannot after due diligence ascertain the name or location of a person that the petitioner is required to, or chooses to, serve under G.S. 46A-21(b), the court shall authorize service by publication under G.S. 1A-1, Rule 4. The notice by publication shall include a description of the property which that includes the street address, if any, or other common designation for the property, if any, and may include the legal description of the property.
  - (b) Before or after such general notice by publication if any person interested in the premises and entitled to notice fails to appear, the court shall appoint some disinterested person

1	to represent the owner of any shares in the property to be divided, the ownership of which is
2	unknown or unlocatable and unrepresented. Before or after the notice by publication, the court
3	shall appoint a guardian ad litem under G.S. 1A-1, Rule 17, to represent any unknown or
4	unlocatable person that the petitioner is required to, or chooses to, serve under G.S. 46A-21(b).
5	"§ 46A-26. Court's authority to make orders pending before final determination of
6	proceeding.proceeding; notice and hearing.
7	Pending final determination of the proceeding, on application of any of the parties in a
8	proceeding to partition land, the court may make such orders as it considers to be in the best
9	interest of the parties, including but not limited to orders relating to possession, payment of
10	secured debt or other liens on the property, occupancy and payment of rents, and to include the
11	appointment of receivers pursuant to G.S. 1-502(6).
12	(a) Before final determination of a proceeding to partition real property, on application
13	of any of the parties, the court may make any orders that it finds to be in the best interest of the
14	parties, including, but not limited to, orders relating to possession, payment of secured debt or
15	other liens on the property, occupancy and payment of rents, the appointment of receivers
16	pursuant to G.S. 1-502(6), and access to the property for the purpose of inspecting, surveying,
17	appraising, or selling the property.
18	(b) A party making a written application under subsection (a) of this section shall serve
19	a copy of the application on all other parties and any other person the court may require. The
20	court shall schedule a hearing on the application, if, within 10 days of being served, a person files
21	a response in opposition to the application or requests a hearing. If no person files a response or
22	requests a hearing within 10 days of being served, the court may decide the application
23	summarily.
24	"§ 46A-27. Carrying costs, including property taxes; improvements; right to contribution.

1	<u>(a)</u>	Right to Contribution. – At any time during a real property partition proceeding, a
2	cotenant m	ay on application assert the cotenant's right to contribution provided in this section. A
3	cotenant h	as a right to contribution from the other cotenants for the cotenant's payment of the
4	real proper	ty's carrying costs and for the lesser of the following:
5		(1) The value added to the real property by the cotenant's improvements as of the
6		date of the commencement of the proceeding.
7		(2) The actual costs of the cotenant's improvements.
8	<u>(b)</u>	Property Taxes A cotenant's right to contribution for property taxes under this
9	section is	limited to the amount of property taxes paid by the cotenant during the 10 years
10	preceding	the filing of the partition petition, plus interest at the legal rate under G.S. 24-1.
11	<u>(c)</u>	Scope. – Nothing in this section affects the rights of cotenants outside a real property
12	partition pr	roceeding initiated under this Chapter.
13	<u>(d)</u>	Carrying Costs Defined. – For purposes of this section, "carrying costs" means the
14	actual cost	s of preserving the value of and the cotenants' interests in the real property, including
15	property ta	axes, homeowner's insurance, repairs, and payments for a loan to acquire the real
16	property.	
17	"§ 46A-28	Sale in lieu of partition.
18	(a)	Subject to G.S. 46-22.1(b), the court shall order a sale of the property described in the
19	<del>petition, or</del>	of any part, only if it finds, by a preponderance of the evidence, that an actual partition
20	of the lands	s cannot be made without substantial injury to any of the interested parties, after having
21	considered	evidence in favor of actual partition and evidence in favor of a sale presented by any
22	of the inter	ested parties. Subject to G.S. 46A-77(b), the court shall order a sale of the real property
23	described i	n the petition, or of any part of the property, under Part 3 of this Article only if it finds
24	by a prepo	nderance of the evidence that an actual partition of the property pursuant to Part 2 of

this Article cannot be made without substantial injury to any of the parties, after having

1	considered evidence in favor of actual partition and evidence in favor of a sale presented by any
2	of the parties. The party seeking a sale of the property has the burden of proving substantial injury
3	under this section.
4	(b) In determining whether an actual partition would cause "substantial injury"
5	substantial injury to any of the interested parties, the court shall consider all of the following:
6	(1) Whether the fair market value of each cotenant's share in an actual partition
7	of the property would be materially less than the amount each cotenant would
8	receive from the sale of the whole.
9	(2) Whether an actual partition would result in material impairment of any
10	cotenant's rights.
11	(3) Whether charging owelty under G.S. 46A-51 would eliminate or mitigate any
12	substantial injury to any of the parties caused by an actual partition.
13	(b1) The court, in its discretion, shall consider the remedy of owelty where such remedy
14	can aid in making an actual partition occur without substantial injury to the parties.
15	(c) The court shall make specific findings of fact and conclusions of law supporting an
16	order of sale of the property. If the court orders a partition sale, the court shall make specific
17	findings of fact and conclusions of law supporting the order.
18	(d) The party seeking a sale of the property shall have the burden of proving substantial
19	injury under the provisions of this section.
20	"§ 46A-29. Partial partition; balance sold or left in common. Partition of part of the real
21	property.
22	In all proceedings under this Chapter actual partition may be made of a part of the land sought
23	to be partitioned and a sale of the remainder; or a part only of any land held by tenants in common,
24	or joint tenants, may be partitioned and the remainder held in cotenancy.

- In a partition proceeding under this Chapter, the court may order the actual partition of part

  of the real property and order that the remaining part of the property be sold in a partition sale or

  held in cotenancy.
- 4 "Part 2.

5 "Actual Partition.

### 6 "\§ 46A-50. Commissioners appointed; compensation; oath; delay or neglect.

- (a) The superior court shall appoint three disinterested commissioners to divide and apportion such real estate, or so much thereof as the court may deem best, among the several tenants in common, or joint tenants. Provided, in cases where the land to be partitioned lies in more than one county, then the court may appoint such additional commissioners as it may deem necessary from counties where the land lies other than the county where the proceedings are instituted. Appointment. The superior court shall appoint three disinterested commissioners to apportion the real property to be partitioned among the cotenants. If the property to be partitioned is located in more than one county, the court may appoint additional commissioners if necessary from counties where the property is located other than the county where the proceeding is commenced.
- (b) The clerk of the superior court shall fix the compensation of commissioners for the partition or division of lands according to the provisions of G.S. 1-408. Compensation. The clerk of the superior court shall fix the compensation of commissioners for the partition of real property according to G.S. 1-408.
- (c) The commissioners shall be sworn by a magistrate, the sheriff or any deputy sheriff of the county, or any other person authorized to administer oaths, to do justice among the tenants in common in respect to such partition, according to their best skill and ability. Oath. The commissioners shall be sworn according to Chapter 11 of the General Statutes.

- (d) If, after accepting the trust, any of the commissioners unreasonably delay or neglect to execute the same, every such delinquent commissioner shall be liable for contempt and may be removed, and shall be further liable to a penalty of fifty dollars (\$50.00), to be recovered by the petitioner. Delay or Neglect. If, after accepting the commission, any of the commissioners unreasonably delays or neglects to perform his or her duties as a commissioner, the court may remove the commissioner and appoint a new commissioner.
- 7 "§ 46A-51. Commissioners to inspect and partition real property; apportioning shares; 8 charging owelty on shares of disproportionately greater value.
  - (a) The commissioners, who shall be summoned by the sheriff, must meet on the premises and partition the same among the tenants in common, or joint tenants, according to their respective rights and interests therein, by dividing the land into equal shares in point of value as nearly as possible, and for this purpose they are empowered to subdivide the more valuable tracts as they may deem best, and to charge the more valuable dividends with such sums of money as they may think necessary, to be paid to the dividends of inferior value, in order to make an equitable partition. Apportioning Shares; Charging Owelty on Shares. The commissioners together shall inspect the real property and partition it among the cotenants by apportioning it into shares proportionate in value as nearly as possible to the cotenants' interests in the property. To the extent the commissioners find it necessary to make an equitable partition, they may (i) apportion the property into shares disproportionate in value to the cotenants' interests in the property and (ii) charge owelty on the shares of disproportionately greater value in the amounts of money necessary to redress the disproportion, to be paid to the shares of disproportionately lesser value.
  - (b) The sums of money due from the more valuable dividends shall bear interest until paid. Interest on Owelty. Owelty shall bear interest at the legal rate under G.S. 24-1 until paid.

when a minor to whom a more valuable dividend shall fall is charged with the payment of any sum, the money shall not be payable until such minor arrives at the age of 18 years, but the general guardian, if there be one, must pay such sum whenever assets shall come into his hands, and in case the general guardian has assets which he did not so apply, he shall pay out of his own proper estate any interest that may have accrued in consequence of such failure. Minor's Share. — If a share charged with owelty is apportioned to a minor, the money shall not be payable until the minor reaches the age of 18 years. If the minor has a guardian of the estate or general guardian, however, the guardian shall pay the money when the guardian receives assets belonging to the minor, other than the share, that may be used for that purpose. If the guardian fails to comply with this subsection, the guardian shall be personally liable for any interest that accrued due to the failure.

# "§ 46A-52. Partition where shareowners unknown or title disputed; allotment of shares in common. Partition where cotenants unknown or title disputed.

If there are any of the tenants in common, or joint tenants, whose names are not known or whose title is in dispute, the share or shares of such persons shall be set off together as one parcel. If, in any partition proceeding, two or more appear as defendants claiming the same share of the premises to be divided, or if any part of the share claimed by the petitioner is disputed by any defendant or defendants, it shall not be necessary to decide on their respective claims before the court shall order the partition or sale to be made, but the partition or sale shall be made, and the controversy between the contesting parties may be afterwards decided either in the same or an independent proceeding. If two or more tenants in common, or joint tenants, by petition or answer, request it, the commissioners may, by order of the court, allot their several shares to them in common, as one parcel, provided such division shall not be injurious or detrimental to any cotenant or joint tenant.

- 1 (a) If there are any cotenants whose names are not known or whose title is in dispute, the 2 shares of those cotenants shall be apportioned together as one parcel.
- In any partition proceeding, if two or more cotenants appear as respondents claiming
  the same particular undivided interest in the real property to be partitioned, or if any part of the
  undivided interest claimed by the petitioner is disputed by any respondent, it shall not be
  necessary to decide on their respective claims before the court orders an actual partition or
  partition sale of the property. The controversy between the contesting parties may be afterwards
  decided either in the same or an independent proceeding.

## 9 "§ 46A-53. Apportionment of shares in common.

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When requested by two or more cotenants, the commissioners may, by order of the court, apportion their several shares to them in common, as one parcel, so long as the apportionment is not injurious or detrimental to any cotenant.

#### "§ 46A-54. Report of commissioners; contents; filing and service; extension; map.

(a) The commissioners, within a reasonable time, not exceeding 90 days after the notification of their appointment, shall make a full and ample report of their proceedings, under the hands of any two of them, specifying therein the manner of executing their trust and describing particularly the land or parcels of land divided, and the share allotted to each tenant in severalty, with the sum or sums charged on the more valuable dividends to be paid to those of inferior value. The report shall be filed in the office of the superior court clerk: Provided, that the clerk of the superior court may, in the clerk's discretion, for good cause shown, extend the time for the filing of the report of said commissioners for an additional period not exceeding 60 days. This proviso shall be applicable to proceedings now pending for the partition of real property. Report. – The commissioners shall file a report of their proceedings in the office of the clerk of superior court within 90 days after the last commissioner receives a notice of appointment. The report shall be signed by at least two commissioners and shall describe particularly the real

- property or parcels of real property apportioned, the share apportioned to each cotenant in 1
- 2 severalty, and any owelty charged. The clerk of the superior court may, for good cause shown,
- 3 extend the time for filing the report for an additional period not exceeding 60 days. At the time
- 4 of filing, the commissioners shall serve a copy of the report on all the parties.
- (b) The commissioners are authorized to employ the county surveyor or, in his absence 6 or if he be connected with the parties, some other surveyor, who shall make out a map of the premises showing the quantity, courses and distances of each share, which map shall accompany and form a part of the report of the commissioners. Map. – The commissioners may employ a disinterested surveyor to prepare a map of the real property showing the quantity, courses, and distances of each share. If a map is prepared, the map shall accompany and form a part of the report of the commissioners.

#### "§ 46A-55. Dedication of streets.

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Upon motion of any party or the commissioners appointed to make division, the clerk may authorize the commissioners to propose and report the dedication of such portions of the land as are necessary as a means of access to any share, or is otherwise advisable for public or private highways, streets or alleys, and such proposal shall be acted upon by the clerk as a part of the report and, if approved, shall constitute a dedication. No interest of a minor or other person under disability shall be affected thereby until such dedication is approved by a judge of the superior court.

Upon motion of any party or the commissioners, the clerk may authorize the commissioners to propose in their report the dedication of portions of the real property that are necessary as a means of access to any share or that are otherwise advisable for public or private highways, streets, or alleys. The court shall consider the proposal as a part of the report and, if approved by the court, it shall constitute a dedication. Only a dedication approved by a judge of the superior

1	court affe	ects the in	nterest of a minor, an incompetent adult, or another person under a legal
2	disability		
3	"§ 46A-5	6. Confir	mation and impeachment of report. report; appeal.
4	(a)	If no exc	ception to the report of the commissioners is filed within 10 days, days of [the
5	filing of t	he report	with the court] [service of the report on all the parties], the same shall be
6	confirmed	lclerk [m	ay] [shall] confirm the report. Any party after confirmation may impeach the
7	proceedin	gs and do	ecrees for mistake, fraud or collusion by petition in the cause: Provided,
8	innocent	ourchasers	s for full value and without notice shall not be affected thereby.
9	(b)	If an exc	ception to the report of commissioners is filed, the clerk shall do one of the
10	following	:	
11		(1)	Confirm the <del>report;</del> <u>report.</u>
12		(2) F	Recommit the report for correction or further consideration; consideration.
13		(3) V	Vacate the report and direct a reappraisal by the same commissioners; or
14		<u>c</u>	commissioners.
15		(4) V	Vacate the report, discharge the commissioners, and appoint new
16		c	commissioners to view the premises and make a partition of them. real
17		Ţ	property and partition it.
18	(c)	Appeal 1	from the clerk to superior court of an order of confirmation of the report of
19	commissi	oners is g	governed by G.S. 1-301.2 except that the judge may take only the actions
20	specified	in subsec	tion (b) of this section and may shall not adjudge a partition of the land
21	property o	lifferent fi	rom that made by the commissioners.
22	<u>(d)</u>	After co	nfirmation of the report, any party may impeach the proceeding for mistake,
23	fraud, or	collusion	by a motion in the proceeding. Impeachment, however, does not affect an
24	innocent j	ourchaser	for value and without notice.

"§ 46A-57. Report and confirmation enrolled and registered; effect; probate. effect.

Such report, when confirmed, together with the decree of confirmation, shall be enrolled and certified to the register of deeds and registered in the office of the county where such real estate is situated, and shall be binding among and between the claimants, their heirs and assigns. It shall not be necessary for the clerk of court to probate the certified papers required to be registered by this section.

The report of the commissioners, when confirmed, and the order of confirmation shall be enrolled and certified to the register of deeds and registered in the office of each county where the real property is located. The confirmed report shall be binding among and between the parties and the parties' heirs and assigns.

## "§ 46A-58. Clerk to docket owelty charges; no release of land and no lien. owelty.

In case owelty of partition is charged in favor of certain parts of said land and against certain other parts, the clerk shall enter on the judgment docket the said owelty charges in like manner as judgments are entered on said docket, persons to whom parts are allotted in favor of which owelty is charged being marked plaintiffs on the judgment docket, and persons to whom parts are allotted against which owelty is charged being marked defendants on said docket; said entry on said docket shall contain the title of the special proceeding in which the land was partitioned, and shall refer to the book and page in which the said special proceeding is recorded; when said owelty charges are paid said entry upon the judgment docket shall be marked satisfied in like manner as judgments are cancelled and marked satisfied; and the clerk shall be entitled to the same fees for entering such judgment of owelty as he is entitled to for docketing other judgments: Provided, that the docketing of said owelty charges as hereinbefore set out shall not have the effect of releasing the land from the owelty charged in said special proceeding: Provided, any judgment docketed under this section shall not be a lien on any property whatever, except that upon which said owelty is made a specific charge.

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If the court orders owelty, the clerk shall enter the owelty on the judgment docket in the same manner as judgments are entered on the docket. The clerk shall mark as plaintiffs on the judgment docket persons whose shares are to be paid owelty, and the clerk shall mark as defendants on the judgment docket persons whose shares are charged with owelty. The entry on the docket shall contain the title of the special proceeding in which the property was partitioned. When owelty is paid, the entry upon the judgment docket shall be marked satisfied in the same manner as judgments are cancelled and marked satisfied, and the clerk shall be entitled to the same fees for entering this judgment as the clerk is entitled to for docketing other judgments. The docketing of owelty under this section does not release the property from the owelty. Any judgment docketed under this section is not a lien on any property other than the property charged with owelty. "§ 46A-59. Order for possession. An order for possession of real property apportioned pursuant to this Part, in favor of (a) the party to which an apportionment has been made and against any party in possession at the time of application therefor, may be issued by the clerk of the superior court if all of the following apply: <u>(1)</u> No appeal from the order of confirmation of the report of commissioners has been made within the time prescribed under G.S. 1-301.2, or if an appeal has been made, the judge confirmed the report pursuant to G.S. 46A-56(c). <u>(2)</u> The report and confirmation have been duly recorded in the office of the register of deeds pursuant to G.S. 46A-57. Ten days' notice has been given by the party applying for the order for (3) possession to the party or parties who remain in possession at the time application is made. The notice shall not be given until the clerk has confirmed the report of the commissioners pursuant to G.S. 46A-56.

(b) An order for possession issued pursuant to this section shall be directed to the sheriff
and shall authorize the sheriff to remove all occupants and their personal property from the real
property and to put the party to which an apportionment has been made in possession. The order
shall be executed in accordance with the procedure for executing a writ or order for possession
in a summary ejectment proceeding under G.S. 42-36.2. The party to which an apportionment
has been made has the same rights and remedies in connection with the execution of an order for
possession and the disposition of personal property following execution as are provided to a
landlord under State law, including Chapters 42 and 44A of the General Statutes.
"Part 3.
"Partition Sale.
"§ 46A-75. Sale procedure.
(a) The procedure for a partition sale shall be the same as is provided in Article 29A of
Chapter 1 of the General Statutes, except as provided herein. General. – The procedure for a
partition sale is the same as is provided in Article 29A of Chapter 1 of the General Statutes,
except as provided in this Part.
(b) One Commissioner Sufficient. – In a partition sale, the court is not required to appoint
more than one commissioner.
(c) No clerk of the superior court shall appoint himself or his assistant or deputy to make
sale of any property in any proceeding before him. Persons Not To Be Appointed. – The clerk of
the superior court shall not appoint the clerk, an assistant clerk, or a deputy clerk to make a sale
of the real property.
(d) The commissioners shall certify to the court that at least 20 days prior to sale a copy
of the notice of sale was sent by first class mail to the last known address of all petitioners and
respondents who previously were served by personal delivery or by registered or certified mail.
The commissioners shall also certify to the court that at least ten days prior to any resale pursuant

to G.S. 46-28.1(e) a copy of the notice of resale was sent by first class mail to the last known address of all parties to the partition proceeding who have filed a written request with the court that they be given notice of any resale. An affidavit from the commissioners that copies of the notice of sale and resale were mailed to all parties entitled to notice in accordance with this section shall satisfy the certification requirement and shall also be deemed prima facie true. If after hearing it is proven that a party seeking to revoke the order of confirmation of a sale or subsequent resale was mailed notice as required by this section prior to the date of the sale or subsequent resale, then that party shall not prevail under the provisions of G.S. 46-28.1(a)(2)a. and b. Additional Requirement; Notice of Public Sale. — If the court orders a public sale, the commissioner shall certify to the court that at least 20 days prior to sale, a copy of the notice of sale was sent by first class mail to the last known address of all parties who previously were served pursuant to G.S. 1A-1, Rule 4(j). An affidavit from the commissioner that copies of the notice of sale were mailed to all parties entitled to notice in accordance with this section satisfies the certification requirement and shall also be deemed prima facie true.

#### "§ 46A-76. Cotenant credit.

Any cotenant who enters the high bid or offer at any sale of one hundred percent (100%) of the undivided interests in any parcel of real property shall receive a credit for the undivided interest the cotenant already owns therein in the real property and shall receive a corresponding reduction in the amount of the total purchase price owed after deducting the costs and fees associated with the sale and apportioning allocating the costs and fees associated with the sale in accordance with the orders of the court. The high bid or offer shall be for one hundred percent (100%) of the undivided interests in the parcel of real property sold, and the credit and reduction shall be applied at the time of the closing of the cotenant's purchase of the real property. When jointly making the high bid or offer at the sale, two or more cotenants When two or more cotenants jointly make the high bid or offer at the sale, they may receive at the closing an

1	aggregate credit and reduction in the amount of the total purchase price representing the total of
2	such cotenants' their undivided interests in the real property. Any credits and reductions allowed
3	by this subsection shall be further adjusted to reflect any court-ordered adjustments to the share(s)
4	share of the net sale proceeds of each of the cotenants entering the high bid or offer, including,
5	but not limited to, equitable adjustments to the share(s) share of the net sales proceeds due to a
6	court finding of the lack of contribution of one or more cotenants to the payment of expenses of
7	the real property. carrying costs or improvements of the real property under G.S. 46A-27.
8	"§ 46A-77. Mediation.
9	(a) Persons interested in the premises may agree at anytime to mediation of a partition.
10	Parties interested in the real property may agree at any time to mediation of a partition. A list of
11	mediators certified by the Dispute Resolution Commission may be obtained from the clerk or
12	from the Commission through the Administrative Office of the Courts.
13	(b) When a partition sale is requested, the court or the clerk-may order mediation before
14	considering whether to order a sale. The provisions of G.S. 7A-38.1 and G.S. 7A-38.3B shall
15	apply. G.S. 7A-38.1 and G.S. 7A-38.3B apply to a mediation under this section.
16	"§ 46A-78. Life tenant as party; valuation of life estate. Partition sale of real property
17	subject to a life estate.
18	In all proceedings for partition of land whereon there is a life estate, the life tenant may join
19	in the proceeding and on a sale the interest on the value of the share of the life tenant shall be
20	received and paid to such life tenant annually; or in lieu of such annual interest, the value of such
21	share during the probable life of such life tenant shall be ascertained and paid out of the proceeds
22	to such life tenant absolutely.
23	If the real property to be partitioned by sale is subject to a life estate, a life tenant who joins
24	in the proceeding shall receive the value of the life tenant's share calculated according to mortality
25	tables accepted by the court and paid out of the proceeds to the life tenant absolutely.

# "§ 46A-79. Remainder or reversion sold for partition; outstanding life estate. Partition sale

## of remainder or reversionary interest of real property.

The existence of a life estate in any land shall not be a bar to a sale for partition of the remainder or reversion thereof, and for the purposes of partition the tenants in common or joint tenants shall be deemed seized and possessed as if no life estate existed. But this shall not interfere with the possession of the life tenant during the existence of his estate.

The existence of a life estate in real property does not bar a partition sale of the remainder or reversionary interest of the property, and for the purposes of partition, the tenants in common or joint tenants of the remainder or reversionary interest shall be deemed to possess the property as if no life estate existed. The partition shall not, however, interfere with the possession of the life tenant during the existence of the life tenant's estate.

#### "§ 46A-80. Sale of standing timber on partition; timber; valuation of life estate.

When two or more persons own, as tenants in common, joint tenants or copartners, a tract of land, either in possession, or in remainder or reversion, subject to a life estate, or where one or more persons own a remainder or reversionary interest in a tract of land, subject to a life estate, then in any such case in which there is standing timber upon any such land, a sale of said timber trees, separate from the land, may be had upon the petition of one or more of said owners, or the life tenant, for partition among the owners thereof, including the life tenant, upon such terms as the court may order, and under like proceedings as are now prescribed by law for the sale of land for partition: Provided, that when the land is subject to a life estate, the life tenant shall be made a party to the proceedings, and shall be entitled to receive his or her portion of the net proceeds of sales, to be ascertained under the mortality tables established by law: Provided further, that prior to a judgment allowing a life tenant to sell the timber there must be a finding that the cutting is in keeping with good husbandry and that no substantial injury will be done to the remainder interest.

1	(a) When two or more persons own real property with standing timber, as tenants in
2	common, joint tenants, or partners, one or more of the persons may seek a partition sale of the
3	timber, separate from the real property.
4	(b) If real property with standing timber is subject to a life estate, the life tenant or an
5	owner of the remainder or reversionary interest, whether as a tenant in common, joint tenant
6	partner, or sole owner, may seek a partition sale of the timber, separate from the real property
7	The life tenant shall be made a party to the proceeding and is entitled to receive the life tenant's
8	share of the proceeds, to be calculated according to mortality tables accepted by the court.
9	(c) An order allowing a life tenant to sell standing timber requires a finding that the
10	cutting of the timber is in keeping with good husbandry and that no substantial injury will be
11	done to the remainder or reversionary interest.
12	"§ 46A-81. Sale of mineral interests on partition. Sale of oil, gas, or mineral interests.
13	In case of the partition of mineral interests, in all instances where it is made to appear to the
14	court that it would be for the best interests of the tenants in common, or joint tenants, of such
15	interests to have the same sold, or if actual partition of the same cannot be had without injury to
16	some or all of such tenants (in common), then it is lawful for and the duty of the court to order
17	sale of such mineral interests and a division of the proceeds as the interests of the parties may
18	appear.
19	In a partition of oil, gas, or mineral interests of real property, when the court determines any
20	of the following, the court shall order a sale of the oil, gas, or mineral interests and allocate the
21	proceeds according to the interests of the tenants in common or joint tenants:
22	(1) It is in the best interest of the cotenants of the oil, gas, or mineral interests to
23	sell the interests.
24	(2) Actual partition of the oil, gas, or mineral interests would cause injury to some
25	or all of the cotenants of the oil, gas, or mineral interests.

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## "§ 46A-82. Sale of land required for public use on cotenant's petition. Sale of real property

### required for public purposes on cotenant's petition.

When the lands of joint tenants or tenants in common are required for public purposes, one or more of such tenants, or their guardian for them, may file a petition verified by oath, in the superior court of the county where the lands or any part of them lie, setting forth therein that the lands are required for public purposes, and that their interests would be promoted by a sale thereof. Whereupon the court, all proper parties being before it, and the facts alleged in the petition being ascertained to be true, shall order a sale of such lands, or so much thereof as may be necessary. The expenses, fees and costs of this proceeding shall be paid in the discretion of the court. Mediator fees and costs of mediation shall be assessed in accordance with G.S. 7A-38.3B. When the real property of tenants in common or joint tenants is required for public purposes, one or more cotenants, or the cotenant's guardian of the estate or general guardian, may file a petition verified by oath in the superior court of the county where the property or any part of the property is located, setting forth in the petition that the property is required for public purposes and that the cotenants' interests would be promoted by a sale of the property. If all necessary parties are before the court and the court finds the facts alleged in the petition to be true, the court shall order a sale of the property, or as much of it as may be necessary. Attorneys' fees shall be assessed in accordance with G.S. 46A-3. Mediator fees and costs of mediation shall be assessed in accordance with G.S. 7A-38.3B. Other costs and expenses shall be assessed in accordance with G.S. 6-21.

#### 22 "§ 46A-83. Petition for revocation of confirmation order.

(a) <u>Grounds for Revocation.</u> Notwithstanding <u>G.S. 46-28-G.S. 46A-75</u> or any other provision of law, within 15 days of entry of the order confirming the partition sale <u>or-of-real</u> property, the purchaser or any party to the partition proceeding <u>or the purchaser-may</u> petition the

1	court to re	evoke i	ts order	of confirmation and to order the withdrawal of the purchaser's offer to
2	purchase the property upon the following grounds:			
3		(1)	In the	case of a purchaser, a lien remains unsatisfied on the property to be
4			conve	eyed.
5		(2)	In the	case of any party to the partition proceeding: proceeding, any of the
6			follov	ving:
7			a.	Notice of the partition was not served on the petitioner for revocation
8				as required by Rule 4 of the Rules of Civil Procedure; or G.S. 1A-1,
9				<u>Rule 4.</u>
10			b.	Notice of the sale was not mailed to the petitioner for revocation as
11				required by G.S. 46-28(b); or G.S. 46A-75(d).
12			c.	The amount bid or price offered is inadequate and inequitable and will
13				result in irreparable damage to the owners of the real property.
14	In no eve	nt shal	1 the co	onfirmation order become final or effective during the pendency of a
15	petition u	nder th	is section	on. No upset bid shall be permitted after the entry of the confirmation
16	order.			
17	<u>(b)</u>	Effect	t of Not	ice. – A petitioner for revocation shall not prevail under sub-subdivisions
18	(a)(2)a. or	b. of	this sec	tion, if the petitioner was mailed notice of the sale in accordance with
19	G.S. 46A-	75(d).		
20	(c)	The p	arty pet	itioning for revocation shall deliver a copy of the petition to all parties
21	required to	o be se	<del>rved u</del> n	der Rule 5 of G.S. 1A-1, and the officer or person designated to make
22	such sale i	in the n	<del>nanner j</del>	provided for service of process in Rule 4(j) of G.S. 1A-1. The court shall
23	schedule a	<del>heari</del> n	ig on the	e petition within a reasonable time and shall cause a notice of the hearing
24	to be serve	ed on tl	<del>ne petiti</del>	oner, the officer or person designated to make such a sale and all parties
25	required t	o be s	<del>erved u</del>	nder Rule 5 of G.S. 1A 1. Service; Notice of Hearing. – The party

1 petitioning for revocation shall deliver a copy of the petition to all parties required to be served 2 under G.S. 1A-1, Rule 5, and shall serve the officer or person designated to make the sale under 3 G.S. 1A-1, Rule 4(j). The court shall schedule a hearing on the petition within a reasonable time 4 and shall cause a notice of the hearing to be served on the petitioner, the officer or person 5 designated to make the sale, and all parties required to be served under G.S. 1A-1, Rule 5. 6 (d) Petition by Purchaser. – In the case of a petition brought under this section by a 7 purchaser claiming the existence of an unsatisfied lien on the property to be conveyed, if the 8 purchaser proves by a preponderance of the evidence that: all of the following, the court may 9 revoke the order confirming the sale, order the withdrawal of the purchaser's offer, and order the 10 return of any money or security to the purchaser tendered pursuant to the offer: 11 (1) A lien remains unsatisfied on the property to be conveyed; and conveyed. 12 The purchaser has not agreed in writing to assume the lien; and lien. (2) 13 The lien will not be satisfied out of the proceeds of the sale; and sale. (3) 14 The existence of the lien was not disclosed in the notice of sale of the property. (4) 15 the court may revoke the order confirming the sale, order the withdrawal of 16 the purchaser's offer, and order the return of any money or security to the 17 purchaser tendered pursuant to the offer. property. 18 The order of the court in revoking an order of confirmation under this section may shall not 19 be introduced in any other proceeding to establish or deny the existence of a lien. Petition by Party. – In the case of a petition brought pursuant to this section by a party 20 (e) 21 to the partition proceeding, if the court finds by a preponderance of the evidence that the 22 petitioner has proven a case pursuant to sub-subdivision (a)(2)a., b., or c. of this section, the court 23 may revoke the order confirming the sale, order the withdrawal of the purchaser's offer, and order 24 the return of any money or security to the purchaser tendered pursuant to the offer.

- 1 (f) Resale. If the court revokes its order of confirmation under this section, the court
- 2 shall order a resale. The procedure for a resale is the same as is provided for an original public
- 3 sale under Article 29A of Chapter 1 of the General Statutes. as provided under G.S. 46A-75.

#### 4 "§ 46A-84. Petition for revocation based on inadequate price.

5 In the case of a petition brought pursuant to sub-subdivision (a)(2)c. of this section, 6 G.S. 46A-83(a)(2)c., and when an independent appraisal of the property being sold has not been 7 previously entered into evidence in the action, and upon the request of any party, the court may 8 order an independent appraisal prepared by a real estate appraiser currently licensed by the North 9 Carolina Appraisal Board and prepared in accordance with the Uniform Standards of 10 Professional Appraisal Practice. The cost of an independent appraisal shall be borne by one or 11 more of the parties requesting the appraisal in such proportions as they may agree. determined 12 by the court. Before ruling on the petition brought pursuant to sub-subdivision (a)(2)c. of this 13 section, G.S. 46A-83(a)(2)c., the court may in its discretion require written evidence from the 14 appraiser that the appraiser has been paid in full for the appraisal. If based on the appraisal and 15 all of the evidence presented, the court finds the amount bid or price offered to be inadequate, 16 inequitable, and resulting in irreparable damage to the owners, the court may revoke the order 17 confirming the sale, order the withdrawal of the purchaser's high bid or offer, and order the return 18 to such the purchaser of any money or security tendered by the purchaser pursuant to the high

## "§ 46A-85. Order becoming final; appeal; purchase of property.

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bid or offer.

(a) Order Becoming Final; Appeal. — An order confirming the partition sale of real property becomes final and effective 15 days after entry of the order of confirmation or when the clerk denies a petition for revocation, whichever occurs later. A party may appeal an order confirming the partition of sale of real property within 10 days of the order becoming final and effective. final.

1	(b) <u>Purchase of Property.</u> After the order of confirmation becomes <del>final and effective</del>
2	final, the successful bidder may immediately purchase the property.
3	(c) <u>Effect of Deed. – The deed of the officer or person designated to make such the sale</u>
4	shall convey to the purchaser such title and estate in the property as the tenants in common, or
5	joint tenants, cotenants and all other parties to the proceeding had therein. in the property.
6	(d) <u>Sale Proceeds.</u> At the time that the order of confirmation becomes final, the cour
7	shall secure to each tenant in common, or joint tenant, his ratable share in severalty of the
8	proceeds of sale. Upon receipt of the sale proceeds by either the court or the [person conducting
9	the sale] [commissioner], the court shall secure to each cotenant the cotenant's ratable share in
10	[the] severalty of the proceeds of sale. If the ratable shares due to each cotenant has not yet beer
11	determined by the court, the court shall set the matter for hearing on the court's own motion or
12	upon motion of a party or commissioner.
13	"§ 46A-86. Shares to persons unknown or not sui juris secured. Sale proceeds belonging to
14	certain parties.
15	When a sale is made under this Chapter, and any party to the proceedings be an infant, nor
16	compos mentis, imprisoned, or beyond the limits of the State, or when the name of any tenant ir
17	common is not known, it is the duty of the court to decree the share of such party, in the proceeds
18	of sale, to be so invested or settled that the same may be secured to such party or his real
19	representative.
20	[(a) Minor; Incompetent Adult. – When real property is sold under this Chapter and a
21	party to the proceeding is a minor or an incompetent adult and has a guardian of the estate or
22	general guardian, the court shall order that the party's share of the proceeds be disbursed to the
23	guardian.
24	If the party is a minor or an incompetent adult and does not have a guardian of the estate or
	if the party is a finner of all meompetent addit and does not have a guardian of the estate of

1		<u>(1)</u>	For proceeds up to the allowable amounts in G.S. 7A-111, receive, administer,
2			and disburse the proceeds pursuant to that section.
3		<u>(2)</u>	Appoint a guardian of the estate or general guardian [under] [in accordance
4			with the requirements of Chapter 35A of the General Statutes and order that
5			the proceeds be disbursed to the guardian.
6		<u>(3)</u>	Order the proceeds disbursed to (i) a custodian under Chapter 33A of the
7			General Statutes, in the case of a minor, (ii) a custodial trust under Chapter
8			33B of the General Statutes, or (iii) a trust under Chapter 36C of the General
9			Statutes. [The court may create a custodianship, custodial trust, or trust for the
10			benefit of the party.]]
11	[(a)	Minor	r; Incompetent Adult When real property is sold under this Chapter and a
12	party to th	ne proce	eeding is a minor or an incompetent adult, the court shall take appropriate steps
13	to secure	the prod	ceeds for the benefit of the party, including any of the following:
14		(1)	For proceeds up to the allowable amounts in G.S. 7A-111, receive, administer,
15			and disburse the proceeds pursuant to that section.
16		(2)	Order the proceeds disbursed to any of the following:
17			a. A guardian of the estate or general guardian under Chapter 35A of the
18			General Statutes.
19			b. An agent under Chapter 32C of the General Statutes.
20			c. In the case of a minor, a custodian under Chapter 33A of the General
21			Statutes.
22			d. A custodial trust under Chapter 33B of the General Statutes.
23			e. A trust under Chapter 36C of the General Statutes.]
24	<u>(b)</u>	<u>Certai</u>	in Other Parties. – When a sale is made under this Chapter, the court shall invest
25	or deposit	under	G.S. 7A-112 and G.S. 7A-112.1 proceeds belonging to the following parties:

1	(1) A party who is imprisoned, if the proceeds cannot be disbursed to, or at the
2	direction of, the party.
3	(2) An unknown or unlocatable cotenant.
4	A party may seek disbursement of these proceeds by filing a motion in the proceeding. If the
5	party shows that the proceeds belong to the party, the court shall order that the proceeds be
6	disbursed to the party.
7	"Article 3.
8	"Partition of Personal Property.
9	"§ 46A-100. Personal property may be partitioned; commissioners appointed. partitioned.
10	When any persons entitled as tenants in common, or joint tenants, of personal property desire
11	to have a division of the same, they, or either of them, may file a petition in the superior court
12	for that purpose; and the court, if it think the petitioners entitled to relief, shall appoint three
13	disinterested commissioners, who, being first duly sworn, shall proceed within 20 days after
14	notice of their appointment to divide such property as nearly equally as possible among the
15	tenants in common, or joint tenants.
16	A tenant in common or joint tenant of personal property may file a petition in superior court
17	to partition the property.
18	"§ 46A-101. Commissioners appointed; report; confirmation; impeachment.
19	(a) Appointment. – If the court determines that the petitioner is entitled to relief, the court
20	shall appoint three disinterested commissioners, who, being first duly sworn, shall proceed within
21	20 days after notice of their appointment to partition the personal property in shares that are as
22	nearly proportionate in value as possible to the interests of the cotenants.
23	(b) The commissioners shall report their proceedings under the hands of any two of them,
24	and shall file their report in the office of the clerk of the superior court within five days after the

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- partition was made. Report. The commissioners shall file a written report of their proceedings
   in the court, signed by any two of them, within five days after the actual partition.
  - (c) If no exception to the report of the commissioners making partition is filed within 10 days the report shall be confirmed. Any party, after confirmation, shall be allowed to impeach the proceeding for mistake, fraud or collusion, by petition in the cause, but innocent purchasers for full value and without notice shall not be affected thereby. Confirmation. If no party files an exception to the commissioners' report within 10 days of its filing, the court shall confirm the report.
- 9 (d) Impeachment. After confirmation of the report, a party may impeach the proceeding
  10 for mistake, fraud, or collusion by a motion in the proceeding. Impeachment, however, does not
  11 affect an innocent purchaser for value and without notice.
- 12 "§ 46A-102. Sale of personal property on partition. Partition sale of personal property.
  - If a division of personal property owned by any persons as tenants in common, or joint tenants, cannot be had without injury to some of the parties interested, and a sale thereof is deemed necessary, the court shall order a sale to be made as provided in Article 29A of Chapter 1 of the General Statutes.
  - (a) If the court determines that an actual partition of personal property would injure some of the parties and that a partition sale is necessary, the court shall order a sale to be made as provided in Article 29A of Chapter 1 of the General Statutes. In a partition sale, the court is not required to appoint more than one commissioner.
- 21 (b) G.S. 46A-86 applies to sale proceeds under this section."
- 22 **SECTION 2.** This act becomes effective [October 1, 2020], and applies to partition 23 proceedings commenced on or after that date.